ORIGINAL



MEMORANDUM

Arizanta Corporation Commission

DOCKETED

JUL - 7 2011

DOCKETED BY

RECEIVED

7011 JUL -7 P 4: 47

AZ CORP COMMISSION

DOCKET CONTROL

TO:

Docket Control

FROM:

Steven M. Olea

Director

Utilities Division

DATE:

July 7, 2011

RE:

NOTICE OF FILING – STAFF REPORT FOR THE APPLICATION OF GROOM

CREEK WATER USERS ASSOCIATION FOR AN EXTENSION OF ITS CERTIFICATE OF CONVENIENCE AND NECESSITY - DOCKET NO.

W-01865A-11-0057

Introduction

On January 31, 2011, Groom Creek Water Users Association ("Association" or "Company") filed an application for an extension of its Certificate of Convenience and Necessity ("CC&N"). On April 18, 2011, the Utilities Division ("Staff") of the Arizona Corporation Commission filed it Staff Report. On May 26, 2011, a hearing in this matter commenced. In its Staff Report and at the hearing, Staff recommended the following:

- Staff recommended an extension of time until October 31, 2011 be granted through this proceeding to comply with all Approvals of Construction requirements outlined in Decision No. 70627.
- Staff further recommended the issuance of an Order Preliminary granting the CC&N extension in this proceeding subject to compliance with all Approvals of Construction requirements outlined in Decision No. 70627.
- Staff further recommended that Staff be required to file, within 60 days of the Company's filing of compliance with Approval of Construction requirements, a Staff response to the Company's filing, in the form of a Proposed Order confirming compliance and granting an extension of the Company's CC&N to correct its existing CC&N boundaries to serve its customer base. The Proposed Order confirming compliance should be scheduled as soon as possible for a Commission vote after the filing of Staff's response.

Groom Creek Water Users Association Docket No. W-01865A-11-0057 Page 2

Association's Filings

On June 30, 2011, the Association filed in Docket Nos. 07-0385 (rates) and 07-0384 (financing) the following:

- 1. The Arizona Department of Environmental Quality's Approval of Construction, dated June 21, 2011, for the 65,000 gallon storage tank.
- 2. Yavapai County's Approval to Operate, dated June 2, 2011, for the booster station. (Staff will accept this Approval To Operate as the Approval of Construction.)

On July 6, 2011, the Company again filed in Docket Nos. 07-0385 and 07-0384 the following:

3. Yavapai County's Approval To Operate, dated November 10, 2010, for the distribution system line replacement.

Staff Response

In Decision No. 70627, Exhibit A, the water system improvements were divided and shown as, 1) Storage Tank, 2) Booster System and 3) Distribution System. Based on the above filings, the Company's has complied with the Approval of Construction filing requirements contained in Decision No. 70627.

Staff has attached the Approval of Construction and/or Approvals To Operate filed by the Association.

Conclusion/Recommendation

Staff concludes that the Association has met compliance with all Approvals of Construction requirements outlined in Decision No. 70627. Because the Association has complied, Staff withdraws its recommendation that the Commission grant the Association an Order Preliminary. Staff now recommends that the CC&N extension be granted without an Order Preliminary.

SMO:MSJ:tdp

Originator: Marlin Scott, Jr.

Attachments: Approval of Construction and Approvals To Operate

Service List for: Groom Creek Water Users Association

Docket Nos. W-01865A-11-0057

Mr. Kal Miller Groom Creek Water Users Association Post Office Box 3897 Prescott, Arizona 86302



ARIZONA DEPARTMENT OF ENVIRONMENTAL QUALITY

1110 West Washington Street • Phoenix, Arizona 85007 (602) 771-2300 • azdeq.gov



APPROVAL OF CONSTRUCTION

Project Description:

Address:

Groom Creek Water Users. AOC Permit for one 65,000 gallon galvanized NSF

approved storage tank to serve the Groom Creek Water Users Association.

Location:

Prescott, Yavapai County, AZ

Project Owner:

Groom Creek Water Users Association

118 W. Northern Ave., Phoenix, AZ 85021

The Arizona Department of Environmental Quality (ADEQ) hereby issues an Approval of Construction for the above-described facility based on the following provisions of Arizona Administrative Code (A.A.C.) R18-5-507 et seq.

On March 16, 2010, ADEQ issued a Certificate of Approval to Construct for the referenced project.

On May 16, 2011 K.J. Miller, P.E., certified the following:

A final construction inspection was conducted on May 14, 2011;

The referenced project was constructed according to the as-built plans and specifications and ADEQ*s
 Certificate of Approval to Construct;

■ The water storage system was disinfected according to an ADEQ-approved method; and

■ The applicant has the right to appeal this AOC Permit. Appeal information is on reverse side of this Permit.

Microbiological samples were collected on June 10, 2011, and analyzed on June 11, 2011 by Bradshaw Mountain Environmental Laboratory, ADHS License No. AZ0029. The sample results were negative for total coliform.

This Approval of Construction authorizes the owner to begin operating the above-described facilities as represented in the approved plan on file with the ADEQ. Be advised that A.A.C. R18-5-124 requires the owner of a public water system to maintain and operate all water production, treatment and distribution facilities in accordance with ADEQ Safe Drinking Water Rules.

AD4

PWS No.: 13-040 LTF No.: 54354

Tanak K. Desai, P.E., Manager

Date Approved

Drinking Water Facilities Review Unit

Drinking Water Section

cc: TEU File No.: 20090357

CRO Approval of Construction File Yavapai County Health Department

Yavapai County Planning & Zoning Department

AZ Corporation Commission

Engineer

Northern Regional Office 1801 W. Route 66 • Suite 117 • Flagstaff, AZ 86001 (928) 779-0313 Southern Regional Office 400 West Congress Street • Suite 433 • Tucson, AZ 85701 (520) 628-6733

Yavapai County Development Services

Prescott Office 500 S. Marina Street, Prescott, AZ 86303 (928) 771-3214 Fac (928) 771-3432



Cottonwood Office 10 S. 6th Street, Cottonwood, AZ 86326 (928) 639-8151 Fax: (928) 639-8153

Addressing - Building Safety - Customer Service & Permitting - Environmental -Land Use - Planning

CERTIFICATE OF APPROVAL TO OPERATE WATER FACILITIES

Y. C. D. S. E.U. File No: A52011000390 APN: 104-17-017

System Name: Groom Creek Water Users Association

System Owner/Address: Groom Creek Water Users Association, P. O. Box 3897 Prescott,

Arizona 86302-3897

Project Name: Groom Creek Water Users Association Booster Station

Project Applicant/Address: Robert Upton, Fann Environmental 6708 Corsair Avenue.

Suite A, Prescott, Arizona 86301

Project Location: Groom Creek, Arizona

Project Description: This project includes the installation of a skid mounted booster pump system, a block building and associated piping. The booster skid consists of 3-7.5 HP pumps. A 40 Hp fire pump is located in the corner of the building. The building is constructed of block and is 33' X 24'. The project also includes 280 lf of 2", 190 lf of 3", 780' lf of 4" and 400 lf of 6" pipe. A 2,500 gallon hydro tank is located in the building that controls the pumps.

Approval to operate the above-described facilities (as represented in the approved plan documents on file with the Yavapai County Development Services-Environmental Unit) is hereby given, subject to the following provisions:

- Approval is based on the "As -Built" drawings and Engineer's Certificate of Completion signed and dated May 2, 2011 by Robert D. Upton PE.
- System must have an agreement with an appropriate Certified Operator for system operation.
- This approval does not supersede or eliminate the necessity of obtaining permits or approvals from other county, state or federal agencies or departments.
- Issuance of this "Approval to Operate" does not authorize construction in any County, Town, City or State road
 rights of way for this project. A separate permit may be required. Please contact the regulatory highway
 department for this permit.

State law, A.R.S. 49-104, B.10, requires that the operation of the project must be in accordance with the rules and regulations of the Arizona Department of Environmental Quality.

Geoff Meek, RS Manager Environmental Unit

CC:

Y.C.D.S.-E.U. FILE Public Works: Joe Huot Planning

YAVAPAI COUNTY

Development Services

Prescott - (928) 771-3214 Fax: (928) 771-3432 Cottonwood - (928) 639-8151 Fax: (928) 639-8153



Flood Control District

Prescott -(928) 771-3197 Fax: (928) 771-3427 Cottonwood - (928) 639-8151 Fax: (928) 639-8118

500 S. Marina Street, Prescott, AZ 86303 and 10 S. 6th Street, Cottonwood, AZ 86326

<u>Addressing – Building Safety – Customer Service & Permitting – Environmental – Flood Control District – Land Use – Planning & Design Review</u>

CERTIFICATE OF APPROVAL TO OPERATE WATER FACILITIES

Y. C. D. S. E.U. File No: A52009000853	APN: 800-17-068Z
System Name: Groom Creek Water Users Association 13040	
System Owner/Address: Groom Creek Water Users Association, 4209 S Adeline Dr, Prescott, AZ 86303	
Project Name: Groom Creek Water Users Association Line Replacement	
Project Applicant/Address: SAME	
Project Location: Prescott, Arizona	
Project Description: Replace existing water pipeline and service lines with approximately 20,000 LF of 6" PVC piping and appurtenances.	

Approval to operate the above-described facilities (as represented in the approved plan documents on file with the Yavapai County Development Services-Environmental Unit) is hereby given, subject to the following provisions:

- Approval is based on the "As -Built" drawings and Engineer's Certificate of Completion signed and dated October 14, 2010 by William Joseph Carnes, PE.
- System must have an agreement with an appropriate Certified Operator for system operation.
- This approval does not supersede or eliminate the necessity of obtaining permits or approvals from other county, state or federal agencies or departments.
- Issuance of this "Approval to Operate" does not authorize construction in any County, Town, City or State road rightsof-way for this project. A separate permit may be required. Please contact the regulatory highway department for this
 permit.

State law, A.R.S. 49-104, B.10, requires that the operation of the project must be in accordance with the rules and regulations of the Arizona Department of Environmental Quality.

Geoff Meek, RS Manager Environmental Unit

cc:

Y.C.D.S.-E.U. FILE Design Engineer Project Applicant System Owner Public Works: Foster Thrift